

# HOUSE BILL No. 1204

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 5-22-17-4.

**Synopsis:** Renewal of governmental contracts. Provides that a contract for the purchase of supplies or services by a governmental body that contains a price escalation provision may be renewed if the price escalation is computed using a commonly accepted index named in the contract or using a formula set forth in the contract.

**Effective:** July 1, 1999.

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**Scholer**

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January 11, 1999, read first time and referred to Committee on Commerce and Economic Development.

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Introduced

First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1998 General Assembly.

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A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

*Be it enacted by the General Assembly of the State of Indiana:*

- 1       SECTION 1. IC 5-22-17-4 IS AMENDED TO READ AS  
2       FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 4. (a) ~~This section does~~  
3       ~~not apply to~~ A contract that contains ~~any~~ a provision for escalation of  
4       the price of the contract **may be renewed under this section if the**  
5       **price escalation is computed using:**  
6               (1) **a commonly accepted index named in the contract; or**  
7               (2) **a formula set forth in the contract.**  
8       (b) Subject to section 5 of this chapter, with the agreement of the  
9       contractor and the purchasing agency, a contract may be renewed any  
10      number of times.  
11      (c) The term of a renewed contract may not be longer than the term  
12      of the original contract.

